

November 10, 2010

## ITEM NO. B6

# AUTHORIZATION TO EXECUTE A CONTRACT WITH NF DEMOLITION, INC. FOR DEMOLITION SERVICES AT LECLAIRE COURTS - GROUP 7

To the Honorable Board of Commissioners:

#### **RECOMMENDATION**

It is recommended that the Board of Commissioners authorize the Chief Executive Officer or his designee to execute a contract for demolition services at LeClaire Courts – Group 7 with NF Demolition, Inc. The contract covers the demolition of sixty (60) dwelling units at twelve (12) buildings for a firm fixed price of \$463,074.00. The demolition work and associated site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

### **RECOMMENDATION SUMMARY**

Funding	g: Other Funding	
Specification No: 10 – 00593 Vendor: NF Demolition, Inc. 16W050 Jeans Road Lemont, IL 60439		
Contract Type: Demolition Contract Amount: \$463,074.00 Number of Vendors Solicited: 264 (Including 134 MBE and 6 WBE Firms) Assist Agencies: 69; Non-Minority: 55 Number of Pick-Ups/Downloads: 35 Number of Bids Received: 5 Contract Time: Ninety (90) calendar days from the date set forth in the Notice to Proceed	Date Advertised: Pre-Bid Conference: Site Visit: Addendum No. 1 Issued: Addendum No. 2 Issued Date Bid Opened Advertisement Publication(s):	August 23, 2010 August 26, 2010 August 26, 2010 August 23, 2010 August 24, 2010 September 16, 2010 Chicago Sun-Times Chicago Defender El Dia CHA Website BuySpeed Online
M/W/DBE Participation: Direct MBE 34 % WBE % Indirect MBE  % WBE % Waiver (Yes/No)	DBE %	
Hiring # 2 Subcontracting \$	g # 2 Subcontracting \$ Other Economic Opportunities \$	

#### **GENERAL BACKGROUND**

As part of the Capital Improvement Program, the Chicago Housing Authority (CHA) solicited bids to perform demolition work at LeClaire Courts (RH-02). LeClaire Courts extends along the west side of South Cicero Avenue from 44<sup>th</sup> Street to 45<sup>th</sup> Street. The structures to be demolished no longer serve a useful purpose and their demolition is needed as part of the ongoing renovation of CHA developments under the Plan for Transformation. The demolition work at LeClaire Courts was split into several bid packages to provide greater contracting opportunities for vendors. Demolition, site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

#### PROCUREMENT HISTORY

The CHA advertised Invitation for Bid (IFB) No. 10 – 00593 on August 23, 2010 for the demolition of dwelling units at LeClaire Courts – Group 7. The IFB was advertised in the Chicago Sun-Times, the Chicago Defender and El Dia, and on the CHA website and at BuySpeed Online. The pre-bid meeting and site visit were held on August 26, 2010. The CHA issued Addendum No. 1 on August 23, 2010 and Addendum No. 2 on August 24, 2010. Addendum No. 1 and Addendum No. 2 added Pages BF/16, SC/2, and Page 2 of the Contractors Affidavit of Uncompleted Work, which were inadvertently omitted from the original solicitation on August 23, 2010. The CHA received and opened five (5) bids on September 16, 2010.

After reviewing the bid submittal materials, the Department of Procurement and Contracts and the Capital Construction Department held a pre-award survey meeting with the apparent lowest bidder, NF Demolition, Inc. The firm responded to questions on the thoroughness of its bid and its capacity to perform this work. With the reviews, analysis and meetings completed, the Department of Procurement and Contracts has determined that NF Demolition, Inc. is the lowest responsive and responsible bidder for Group 7 with a bid of \$463,074.00.

Based on the foregoing, it is in the CHA's best interest for the Board of Commissioners to authorize the Chief Executive Officer or his designee to execute a contract with NF Demolition, Inc. for demolition services at LeClaire Courts – Group 7 for a firm fixed price of \$463,074.00. The demolition work and associated site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

This award is subject to the Contractor's compliance with the CHA's MBE/WBE/DBE, Section 3 resident hiring, and bonding and insurance requirements.

#### **RESOLUTION NO. 2010-CHA-147**

WHEREAS, the Board of Commissioners has reviewed the Board Letter dated November 10, 2010, entitled "AUTHORIZATION TO EXECUTE A CONTRACT WITH NF DEMOLITION, INC. FOR DEMOLITION SERVICES AT LECLAIRE COURTS – GROUP 7";

#### THEREFORE, BE IT RESOLVED BY THE CHICAGO HOUSING AUTHORITY

**Board of Commissioners** 

that the Board of Commissioners authorizes the Chief Executive Officer or his designee to execute a contract with NF Demolition, Inc. for demolition services at LeClaire Courts (RH-02) - Group 7 for a firm fixed price of \$463,074.00. The contract will cover the demolition of sixty (60) dwelling units at twelve (12) buildings. The demolition work and associated site work and landscaping is to be completed within ninety (90) calendar days of the date set forth in the Notice to Proceed.

This award is subject to the Contractor's compliance with the CHA's MBE/WBE/DBE, Section 3 resident hiring, and bonding and insurance requirements.